FISCAL NOTE

HB 2216 - SB 2231

January 31, 1998

SUMMARY OF BILL: Amends the Tennessee Safe Drinking Water Act to provide the Department of Environment and Conservation the authority to ensure that community water systems demonstrate technical, managerial, and financial capacity to comply with federal primary drinking water regulations. Federal law states that loans from federal funds may not be made to systems without such technical, managerial, and financial capacity unless the loan will bring them into compliance with federal standards.

ESTIMATED FISCAL IMPACT:

MINIMAL

It should be noted that failure to pass this bill could jeopardize Tennessee's share of the national capitalization grant for low interest loans, which now exceeds \$9 million dollars, since Tennessee would fail to be in compliance with federal standards.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Donenso